GOVERNMENT OF INDIA
POWER
LOK SABHA

UNSTARRED QUESTION NO:1167
ANSWERED ON:01.03.2001
SECURITY MECHANISM FOR MEGA POWER PROJECTS
ANANTRAO GUDHE

Will the Minister of POWER be pleased to state:

(a) whether there is a proposal for alternative payment security mechanism for mega power projects at Hirma, Ennore and Pipavav as suggested by financial institutions;

(b) if so, the details thereof along with the financial implications thereof as conceived by National Thermal Power Corporation (NTPC) and financial institutions;

(c) the reaction of the government to the proposal; and

(d) the present status of the proposal and the follow-up action proposed in this regard?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF POWER (SHRIMATI JAYAWANTI MEHTA)

(a) to (d) : Government is considering a new payment security mechanism for large power purchase systems and support to Power Trading Corporation for purchase of power from large power projects in the private sector. The details of the mechanism are being worked out in consultation with the concerned Ministries/Departments of the Government of India and financial institutions.